COMMISSION PROPOSES ELIMINATION OR MODIFICATION OF CABLE TELEVISION SYSTEM INFORMATION FORM 325

As part of an ongoing effort to streamline the regulatory process, the Commission has

adopted a Notice of Proposed Rulemaking to eliminate or modify Form 325, the "Annual

Report of Cable Television System" Form. The purpose of Form 325 is to gather information on cable television systems for, among other things, predicting industry trends

and formulating policy. However, the Commission has had limited resources to devote to

processing and compiling these forms and consequently the date has not been used in the

most efficient manner possible.

Form 325 solicits basic operational information from all U.S. cable television

systems, including: the operator's name and address; system-wide capacity and frequency

information; channel usage; and number of subscribers. The form was developed for use on

a one time basis in 1966 and was subsequently adopted as an annual filing requirement in

1971. The form was intended to provide the Commission with information that would be of

value in the development of rules and policies applicable to the cable television industry.

The information was also to be used for individual waiver or enforcement proceedings, to

help calculate annual federal regulatory fee payments and to assist in the Commission's signal

leakage and interference elimination program. To ensure the accuracy and usefulness of data

obtained from Form 325, it needs to be mailed annually to the more than 11,000 cable

systems in the country. However, because of problems such as incomplete and deficient

returned forms, the Commission has not mailed or collected Form 325 data since 1994.

Additionally, maintaining this data base requires a substantial amount of Commission staff

time and resources.

As a consequence of these developments, the Commission has concluded that the $\,$

Form 325 should be eliminated or reformed to make the data collection more efficient and

useful. Information on the basic facts of cable television system operation is available from

commercial sources and the Commission already used Form 320 to gather information on

signal leakage and interference problems. The Commission seeks comment on the proposed

elimination of Form 325 and also seeks comment on possible revisions in the form that might

clarify and improve the usefulness of the data collected.

This action is initiated in conjunction with the 1998 biennial regulatory review

process. Although Section 11 does not specifically refer to cable operations, the Commission

has determined that the 1998 biennial review presents an opportunity to examine all of the

Commission's regulations.

(over)

Action by the Commission April 27, 1998, by Notice of Proposed Rulemaking (FCC 98-79).

Chairman Kennard, Commissioners Ness, Furchtgott-Roth, Powell and Tristani, with Commissioner Furchtgott-Roth issuing a statement.

-FCC -

News Media contact: Morgan Broman at (202) 418-0852. Cable Services Bureau contact: Sunil Daluvoy at (202) 418-1032. In re: Notice of Proposed Rulemaking

1998 Biennial Regulatory Review -- "Annual Report of Cable Television System," Form

325, Filed Pursuant to Section 76.403 of the Commission's Rules

I support adoption of this Notice of Proposed Rulemaking. To my mind, any reduction $% \left(1\right) =\left(1\right) +\left(1\right)$

in paperwork obligations or simplification of our procedural rules for regulated entities $\mbox{--}$ or

"streamlining" -- is always a plus. To that extent, this item is good policy and I am all for it.

This item should not, however, be mistaken for compliance with section 11 of the

Communications Act.

First of all, section 11 requires a biennial review of all regulations that govern the

operations of "any provider of telecommunications service." 47 U.S.C. section 161(a)(1). It

does not by its terms apply to regulations governing those in the broadcasting and cable

business, unless they also provide telecommunications service. I therefore understand this

cable item to be premised not on the biennial review requirement of section 11 (notwithstanding the caption, which suggests otherwise) but on our general authority to

change our rules when appropriate under section 4(i), id. section 154(i), and related provisions

of the Communications Act.

Second, this item focuses mainly, as do some "pure" section 11 items that we have

issued, on procedural rules governing filings at the Commission as opposed to substantive

rules that limit what companies can do in the marketplace, e.g., regulations that restrict market

entry or limit market share. As stated above, it is certainly important that in the course of the

Biennial Review we evaluate our procedural rules and modify or eliminate them if necessary.

But section 11 requires us to look at both procedural and substantive rules and make an

affirmative finding of their continued necessity.

If all we do is "streamline" certain procedures at the Commission, without also

examining all pertinent substantive rules and making the statutorily-required determinations of

necessity, we will fail to meet the express directive of section 11.

As I have previously explained, I question whether the FCC is prepared to meet its $% \left(1\right) =\left(1\right) +\left(1\right)$

statutory obligation to review all of the regulations covered by section 11 in 1998. See

generally 1998 Biennial Regulatory Review -- Review of Computer III and ONA Safeguards

and Requirements, __ FCC Rcd __ (1998) (released Jan. 30, 1998). To my knowledge, the

FCC has no plans to review affirmatively all regulations applicable to the operations or

activities of telecommunications providers and to make specific findings as to their continued

necessity. Nor has the Commission issued general principles to guide our public interest

analysis and decisionmaking process across the wide range of FCC regulations.

We should not let this item, which does not relate to telecommunications rules and

focuses only on procedural matters, or any other limited Commission analysis, be mistaken for

full compliance with Section 11.

* * * * * * *